

1 WAYNE STRUMPFER  
 Acting California Corporations Commissioner  
 2 ALAN S. WEINGER (CA BAR NO. 86717)  
 Acting Deputy Commissioner  
 3 NICHOLAS LANZA (CA BAR NO. 124721)  
 Senior Corporations Counsel  
 4 DEPARTMENT OF CORPORATIONS  
 320 West 4<sup>th</sup> Street, Suite 750  
 5 Los Angeles, California 90013-2344  
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 6 Attorneys for Complainant

7  
 8 BEFORE THE DEPARTMENT OF CORPORATIONS  
 9 OF THE STATE OF CALIFORNIA  
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11 In the Matter of	)	FILE NO. 112566
	)	
12 THE CALIFORNIA CORPORATIONS	)	ORDER TO DISCONTINUE VIOLATIONS
13 COMMISSIONER,	)	PURSUANT TO CORPORATIONS CODE
	)	SECTION 25249
14 Complainant,	)	
15 v.	)	
	)	
16 PALISADES INVESTMENT ADVISORS,	)	
17 INC.,	)	
	)	
18 Respondent.	)	

19 To: Stephen J. Hoshimi, President  
 20 Palisades Investment Advisors, Inc.  
 21 11601 Wilshire Blvd., Suite 2460  
 22 Los Angeles, California 90025  
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24 Wayne Strumpfer, the Acting California Corporations Commissioner ("Commissioner") of  
 25 the Department of Corporations ("Department") finds that:

26 Palisades Investment Advisors, Inc. ("Palisades") has violated the net capital and the books  
 27 and records requirements of certain regulations promulgated pursuant to the Corporate Securities  
 28 Law of 1968 (Corp. Code § 25000 et seq.). Palisades has violated California Code of Regulations,

1 title 10, section 260.237.1, subdivision (a), by failing to meet its net capital requirements, and  
2 California Code of Regulations, title 10, section 260.241.3, subdivision (a)(2), by failing to make  
3 and keep general and auxiliary ledgers.

4 NOW, BASED UPON THE FOREGOING, AND GOOD CAUSE APPEARING, it is hereby  
5 ORDERED, under the provisions of Corporations Code section 25249, that Palisades Investment  
6 Advisors, Inc. immediately discontinue violating California Code of Regulations, title 10, sections  
7 260.237.1, subdivision (a) and 260.241.3, subdivision (a)(2).

8  
9 Dated: February 9, 2006

WAYNE STRUMPFER  
Acting California Corporations Commissioner

11  
12 By: \_\_\_\_\_  
13 ALAN S. WEINGER  
14 Acting Deputy Commissioner  
15 Enforcement Division  
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